ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

105-02061A

OAK CREEK UTILITY CORPORATION – WATER 771 SKIPJACK DR. HENDERSON, NV 89015

BECEIVED

MAR 2 8 2007

AZ CORF COMM Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12 31 2006

FOR COMMISSION USE

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PROCESSED BY:
3-29-07 F

SCANNED

COMPANY INFORMATION

OAK CREEK UTILITY COR	u OKATION
NIV	90015
(State)	89015 (Zip)
	702-306-3851
Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
(State)	(Zip)
Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
	- The Control of the
	Fax No. (Include Area Code) M (State) Fax No. (Include Area Code)

MANAGEMENT INFORMATION

	(Name)	(Ti	tle)
P.O. BOX 1020	APACHE JUNCTION	<u>AZ</u>	<u>85217</u>
(Street)	(City)	(State)	(Zip)
480-677-6080			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No.	(Include Area Code)
mail Address			
	TER & WASTEWATER - RANDY S	SOSIN	
On Site Manager: S O.S. WA	TER & WASTEWATER - RANDY S (Name)	SOSIN	
On Site Manager: S O.S. WA P.O. BOX 1796		SOSIN AZ	86336
On Site Manager: S O.S. WA	(Name)		86336 (Zip)
On Site Manager: S O.S. WA P.O. BOX 1796	(Name) SEDONA	AZ.	
On Site Manager: S O.S. WA P.O. BOX 1796 (Street)	(Name) SEDONA (City)	AZ. (State)	
P.O. BOX 1796 (Street) 928-282-8528 Telephone No. (Include Area Code)	(Name) SEDONA (City) 928-282-1776	AZ. (State)	(Zip)
On Site Manager: S O.S. WA P.O. BOX 1796 (Street) 928-282-8528	(Name) SEDONA (City) 928-282-1776	AZ. (State)	(Zip)

Statutory Agent: DIXIE R. POT	<u> TTER</u>		
	(Name)		
771 SKIPJACK DR.	HENDERSON	NV	89015
(Street)	(City)	(State)	(Zip)
702-568-1321 Telephone No. (Include Area Code)	Fax No. (Include Area Code	Pager/Cell N	io. (Include Area Code)
	Tarrio. (Molado Filod Codo	r agoir con in	o. (merade raica code)
Attorney: <u>DICK SALLQUIST</u>	(Name)		
4500 LAKESHORE DR. STE 339	ТЕМРЕ	AZ	85282
(Street)	(City)	(State)	(Zip)
<u>480-839-5202</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell N	o. (Include Area Code)
Please mark this box if the above a	ddress(es) have changed or are /NERSHIP INFORMATIC		e last filing.
Check the following box that applies to	your company:		
Sole Proprietor (S)	C Corporation (C	C) (Other than As	sociation/Co-op)
Partnership (P)	Subchapter S Co	rporation (Z)	
☐ Bankruptcy (B)	Association/Co-o	p (A)	
Receivership (R)	Limited Liability	Company	
Other (Describe)	, , , , , , , , , , , , , , , , , , ,		
	COUNTIES SERVED		
Check the box below for the county/ies i	n which you are certificated to pr	ovide service:	
□ АРАСНЕ	☐ COCHISE	⊠ coconi	NO
☐ GILA	☐ GRAHAM	☐ GREENL	EE
☐ LA PAZ	☐ MARICOPA	MOHAV.	E
☐ NAVAJO	☐ PIMA	☐ PINAL	
☐ SANTA CRUZ	☐ YAVAPAI	☐ YUMA	
☐ STATEWIDE			

COMPANY NAME

OAK CREEK UTILITY CORPORATION

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	30,000		30,000
304	Structures and Improvements	866	720	146
307	Wells and Springs	3,985	3,313	672
311	Pumping Equipment	7,966	7,353	613
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	3,485	2,858	627
331	Transmission and Distribution Mains	10,550	8,630	1,920
333	Services	3,725	3,097	628
334	Meters and Meter Installations	3,843	3,386	457
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	64,420	29,357	35,063

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME OAK CREEK UTILITY CORPORATION

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	30,000		
304	Structures and Improvements	866	3.33%	29
307	Wells and Springs	3,985	3.33%	
311	Pumping Equipment	7,966	12.50%	996
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	3,485	2.22%	77
331	Transmission and Distribution Mains	10,550	2.00%	211
333	Services	3,725	3.33%	124
334	Meters and Meter Installations	3,843	8.33%	
335	Hydrants			
336	Backflow Prevention Devices	:		
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	64,420		1,890

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.



To The Board of Directors of The Water Division of Oak Creek Utility Corporation Henderson, Nevada

We have compiled the balance sheet of The Water Division of Oak Creek Utility Corporation as of December 31, 2006 and 2005, and the related comparative statement of income and expense for the years then ended included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting in the form prescribed by the Arizona Corporation Commission information that is the representation of management. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements are presented in accordance with the requirements of the Arizona Corporation Commission, which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

All other information contained in the accompanying prescribed form has not been audited, reviewed, or compiled by us and, accordingly, we assume no responsibility for that information.

The Company, with the consent of its shareholders, has elected under the Internal Revenue Code to be an S corporation. In lieu of corporation income taxes, the shareholders of an S corporation are taxed on their proportionate share of the Company's taxable income. Therefore, no provision or liability for federal income taxes has been included in these financial statements.

ULLMANN & COMPANY, P.C. Certified Public Accountants

Whom & Company

March 10, 2007

COMPANY NAME OAK CREEK UTILITY CORPORATION

BALANCE SHEET

Acet. No.			ANCE AT NNING OF	Į.	ANCE AT
	ASSETS	YEAR		YEAR	
	CURRENT AND ACCRUED ASSETS				
131	Cash	\$	786	\$	2,150
134	Working Funds				· · · · · · · · · · · · · · · · · · ·
135	Temporary Cash Investments				
141	Customer Accounts Receivable		1,020		959
146	Notes/Receivables from Associated Companies				
151	Plant Material and Supplies				
162	Prepayments				
174	Miscellaneous Current and Accrued Assets		9,507		8,960
	TOTAL CURRENT AND ACCRUED ASSETS				
· · · · · · · · · · · · · · · · · · ·		\$	11,313	\$	12,069
	FIXED ASSETS				
101	Utility Plant in Service	\$	69,683	\$	64,420
103	Property Held for Future Use				
105	Construction Work in Progress				
108	Accumulated Depreciation - Utility Plant		45,842		29,357
121	Non-Utility Property		•		
122	Accumulated Depreciation - Non Utility				
	TOTAL FIXED ASSETS	\$	23,841	\$	35,063
	TOTAL ASSETS	\$	35,154	\$	47,132

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME OAK CREEK UTILITY CORPORATION

BALANCE SHEET (CONTINUED)

Acct. No.		1	ANCE AT		ANCE AT
	LIABILITIES	O]	F YEAR	YEAR	
	CURRENT LIABILITES			_	
231	Accounts Payable	\$	4,273	\$	187
232	Notes Payable (Current Portion)				
234	Notes/Accounts Payable to Associated Companies				
235	Customer Deposits	1	502		649
236	Accrued Taxes		271		152
237	Accrued Interest				
241	Miscellaneous Current and Accrued Liabilities		72,206		76,458
	TOTAL CURRENT LIABILITIES	\$	77,252	\$	77,446
	LONG-TERM DEBT (Over 12 Months)				
224	Long-Term Notes and Bonds	\$	_	\$	-
	DEFERRED CREDITS				
251	Unamortized Premium on Debt				
252	Advances in Aid of Construction		1,120		2,120
255	Accumulated Deferred Investment Tax Credits		· · · · · · · · · · · · · · · · · · ·		
271	Contributions in Aid of Construction	<u> </u>			
272	Less: Amortization of Contributions				
281	Accumulated Deferred Income Tax				
	TOTAL DEFERRED CREDITS	\$	1,120	\$	2,120
	TOTAL LIABILITIES	\$	78,372	\$	79,566
	CADITAL ACCOUNTS				
201	CAPITAL ACCOUNTS	· ·	1 264	Φ	1 206
201	Common Stock Issued	\$	1,364	\$	1,386
211	Paid in Capital in Excess of Par Value		1,736		1,764
215	Retained Earnings Proprietory Conital (Sala Props and Portnershing)		(46,318)		(35,584)
218	Proprietary Capital (Sole Props and Partnerships)	· ·	(42.010)	c	(22 42 4)
	TOTAL CAPITAL	\$	(43,218)	\$	(32,434)
· ·	TOTAL LIABILITIES AND CAPITAL	\$	35,154	\$	47,132

COMPANY NAME

OAK CREEK UTILITY CORPORATION

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct.	OPERATING REVENUES	PRIC	OR YEAR	CURR	RENT YEAR
No.				.,	
461	Metered Water Revenue	\$	12,036	\$	13,963
460	Unmetered Water Revenue				
474	Other Water Revenues		245		550
	TOTAL REVENUES	\$	12,281	\$	14,513
,	OPERATING EXPENSES				
601	Salaries and Wages	\$	_	\$	_
610	Purchased Water	,			**
615	Purchased Power		464		475
618	Chemicals				
620	Repairs and Maintenance		153		676
621	Office Supplies and Expense		· · · · · · · · · · · · · · · · · · ·		
630	Outside Services		5,093		5,116
635	Water Testing		48		52
641	Rents		600		600
650	Transportation Expenses		201		266
657	Insurance - General Liability				
659	Insurance - Health and Life				
666	Regulatory Commission Expense - Rate Case		0		4,480
675	Miscellaneous Expense		338		1,668
403	Depreciation Expense		1,488		1,890
408	Taxes Other Than Income				
408.11	Property Taxes		403		375
409	Income Tax				
	TOTAL OPERATING EXPENSES	\$	8,788	\$	15,598
	OTHER INCOME/EXPENSE				
419	Interest and Dividend Income	\$	-	\$	-
421	Non-Utility Income				
426	Miscellaneous Non-Utility Expenses				
427	Interest Expense		22		5
	TOTAL OTHER INCOME/EXP	\$	(22)	\$	(5)
	NET INCOME/(LOSS)	\$	3,471	\$	(1,090)
	1	ΙΨ	- J 1/1 I	L.*	(1,070)

SUPPLEMENTAL FINANCIAL DATA Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.	No	NE		
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 2,120	
Meter Deposits Refunded During the Test Year	\$ 0	
•		

COMPANY NAME	
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
A(18-6)27C	5HP	50 ypm	40'	<i>X''</i>	2"+4"	1963

^{*} Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
1. CAL		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
1 CAIL		1	NE

STORAGE TA	NKS	PRESSUE	RE TANKS
Capacity	Quantity	Capacity	Quantity
2,000	1	Long	
,			

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4	PLC	2,500'55
5		
6		
8		
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X ³ / ₄	31
3/4	
1	
1 1/2	
2	1
Comp. 3	
Turbo 3	
Comp. 4	1
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.		
TREATMENT EQUIPMEN	Γ:	
	NONE	
STRUCTURES:		
	NONE	
OTHER:		
OTTEK.		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	
Name of System	ADEQ Public Water System Number (if applicable)

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLONS PUMPED	GALLONS PURCHASED
JANUARY	3/	(Thousands)	(Thousands)	(Thousands)
FEBRUARY	1			
MARCH		**		
APRIL				
MAY		,		
JUNE				
JULY		7 <u></u>		
AUGUST				
SEPTEMBER				
OCTOBER				
NOVEMBER				
DECEMBER				
	TOTALS →			

What is the level of arsenic for each well on your system? mg/l (If more than one well, please list each separately.)				
If system has fire h	ydrants, what is the fire flow requirement?GPM forhrs			
If system has chlor () Yes	rination treatment, does this treatment system chlorinate continuously?			
· · · · · · · · · · · · · · · · · · ·	y located in an ADWR Active Management Area (AMA)? (No			
Does the Company	have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?			
If yes, provide the	GPCPD amount:			

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME OAK CREEK UTILITY CORPORATION YEAR ENDING 12/31/2006
DDODEDTY TAVEC
PROPERTY TAXES
Amount of actual property taxes paid during Calendar Year 2006 was: \$ 622
Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.
If no property taxes paid, explain why.

VERIFICATION AND SWORN STATEMENT MAR 2 8 2007 **Taxes**

A CONTRACTOR

VERIFICATION

STATE OF ARIZONA I, THE UNDERSIGNED OF THE

Taxes	
	AZ CORP COMM
COUNTY OF (COUNTY NAME)	Cirector Utilities
COCONINO	o dimies
NAME (OWNER OR OFFICIAL) TITLE DIXIE R. POTTER, PR	ESIDENT
COMPANY NAME	
OAK CREEK UTILITY	CORPORATION

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE **ARIZONA CORPORATION COMMISSION**

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Tina K. Barber Netary Public, State of Nevada Appointment No. 97-2214-1 My Appt. Expires May 19, 2009	Dilio R	Polles
State of Newada, Country of Clark	SIGNATURE OF OWNER OR O	
SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY OF	COUNTY NAME	
THIS 19th DAY OF	MONTH March	.2007
(SEAL)	Ina Ka	ber
MY COMMISSION EXPIRES WON 19, 2009	SIGNATURE OF NOTAR	Y PUBLIC

COMPANY NAME OAK CREEK UTILITY CORPORATION

YEAR ENDING 12/31/2006

INCOME TAXES

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability

0 (S-CORPORATION) 0 (S-CORPORATION)

State Taxable Income Reported

0 (S-CORPORATION)

Estimated or Actual State Tax Liability

0 (S-CORPORATION)

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances Amount of Gross-Up Tax Collected Total Grossed-Up Contributions/Advances

0	
0	
0	

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

DATE

PRINTED NAME

TITLE

VERIFICATION AND SWORN STATEMENT

Intrastate Revenues Only

MAR 2 8 2007

AZ COHP COMM Director Utilities

VERIFICATION STATE OF ARIZONA I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) COCONINO NAME (OWNER OR OFFICIAL) TITLE DIXIE R. POTTER, PRESIDENT

COMPANY NAME

OAK CREEK UTILITY CORPORATION

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH DAY YEAR 12 31 2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY: THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE **UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:**

TINA K. BARBER etary Public, State of Nevada Appointment No. 97-2214-1 My Appt. Expires May 19, 2009

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 15,484

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 971

IN SALES TAXES BILLED, OR COLLECTED)

568-TELEPHONE NUMBER

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED, IF FOR ANY OTHER REASON. THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

19th

DAY OF

(SEAL)

MY COMMISSION EXPIRES That 19, 20

16

VERIFICATION AND SWORN STATEMENT RESIDENTIAL REVENUE

Intrastate Revenues Only

AECEWED

MAR 2 8 2007

AZ CORP COMM Orrector Utilities

VERIFICATION

OF THE

STATE OF ARIZONA

COUNTY OF (COUNTY NAME) COCONINO

I, THE UNDERSIGNED

NAME (OWNER OR OFFICIAL) DIXIE R. POTTER

TITLE PRESIDENT

COMPANY NAME OAK CREEK UTILITY CORPORATION

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH DAY YEAR 12 31 2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM <u>ARIZONA INTRASTATE UTILITY OPERATIONS</u> RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ 15,484	THE AMOUNT IN BOX AT LEFT INCLUDES \$ 971 IN SALES TAXES BILLED, OR COLLECTED)
*RESIDENTIAL REVENUE REPORTED ON THIS PA MUST INCLUDE SALES TAXES PULLED TINA K. SARBER	GE SIGNATURE OF OWNER OR OFFICIAL
State of Nevada Appointment No. 97-2214-1 My Appt. Expires May 19, 2009 SUBSCRIBED AND SWORN TO BEFORE	TELEPHONE NUMBER NOTARY PUBLIC NAME. Tina KBALB CR
A NOTARY PUBLIC IN AND FOR THE CO	
THIS 19th DAY	OF MONTH March 1.2007
(SEAL)	x Sim Karrish -

maz 19,2009

MY COMMISSION EXPIRE

SIGNATURE OF NOTARY PUBLIC

ARIZONA DEPARTMENT OF REVENUE

Property Tax Division - Centrally Valued Property Unit

1600 West Monroe, Room 820, Phoenix, Arizona 85007-2650 Phone (602) 716-6835 Fax (602) 542-4425

E-mail address: cobrien@azdor.gov Direct phone number: (602) 716-6835



TAX YEAR 2008

WATER, SEWER AND WASTEWATER UTILITY COMPANIES

PROPERTY TAX FORM

FILING DUE DATE: APRIL 1, 2007

CVP Tax ID: 55-443

Company Name: OAK CREEK UTILITY CORPORATION - WATER

Contact: Dixie R. Potter

Address: 771 Skipjack Dr.

City, State, Zip Code: Henderson, NV 89015

OFFICIAL MAILING ADDRESS

(Please indicate name and/or address correction.)

PROPERTY TAX FORM WATER, SEWER AND WASTEWATER UTILITY COMPANIES

Tax Year 2008

TABLE OF CONTENTS

Property Tax Form:	Section
Instructions on following page	
Proprietary Data (Tab 1)	1
Balance Sheet, Income, and Financial Data (Tab 2)	2
Non-Capitalized Leased or Rented Operating Property (Tab 3)	3
New Operating Land Additions (Tab 4)	4
Non-Operating Property (Tab 5)	5
Verification / Notary Page (Tab 6)	6

TAX YEAR 2008

WATER, SEWER AND WASTEWATER UTILITY COMPANIES

PROPERTY TAX FORM INSTRUCTIONS

This report is required to be filed in order to provide the information necessary for the determination of the full cash vlue of your water, sewer and/or wastewater utility company property in Arizona valued under provisions of A.R.S.§§ 42-14151 through 42-14153.

Return the complete report. DO NOT DETACH ANY PAGES. The verification page in Section 6 must be signed and notarized for the report to be considered complete.

REFUSAL OR FAILURE TO FILE: Failure to file a completed report on or before April 1st, or the extended due date if an extension is granted, will result in a valuation of one hundred five percent of the prior year's full cash value or a value based upon other information available to the Department (A.R.S. § 42-14152). In addition, a penalty will be assessed in the amount of the lesser of one-half of one percent of the value estimated by the Department, or one hundred dollars per day for each day the company fails to file the report beyond the original due date of April 1, 2007. If a penalty is assessed for late filing, the taxpayer may request an abatement of the penalty. The request must be in writing. Abatements will depend on the taxpayer's filing history and whether or not the taxpayer is current on its property taxes.

If the report is not filed by May 20, 2007, the company forfeits its right to appeal the valuation and classification pursuant to A.R.S. § 42-14005 (A.R.S.§ 42-14152(D)).

Two copies of PS1220-01 (Statement of Original Cost) and PS1220-12 (Operating Land) are included with this report. Please update the information on these and return ONE copy along with this report to the Department. Keep the second copy for your files. If you have any questions concerning this report, please contact Carole O'Brien at (602) 716-6835.

A separate Property Tax Form must be prepared and submitted for each company with a separate CC&N operating in the State of Arizona and regulated by the Corporation Commission.

If you would like an electronic version of this report (Excel spreadsheet), send your request to cobrien@azdor.gov. Please note that at this time, because of confidentiality concerns, we can not accept completed reports via e-mail. Reports must be signed, notarized and returned via regular mail to the Department on or before April 1, 2007.

PROPERTY TAX FORM WATER, SEWER AND WASTEWATER UTILITY COMPANIES Tax Year 2008

PROPRIETARY / FINANCIAL INFORMATION

Company Name:	OAK CREEK UTILITY	'COR	PORATION-WA	TER	CVP Tax ID:	55-443
Indicate type of organiz	zation:					
X	Corporation		Partnership		Sole Proprieto	orship
If applicable, State	of Incorporation <u>Arizon</u>	<u>a</u>	Organization y	ear:	1984	
X	President/CEO		Managing Partne	er		Owner
Name:	Dixie R. Potter			Title:	President	
Address:	771 Skipjack Dr.		· · · · · · · · · · · · · · · · · · ·			
City, State, Zip Code:	Henderson, NV 89015				-	
Refer all corresponden	ce to:					
Name:	Dixie R. Potter		·····	Title:	President	
Address:	771 Skipjack Dr.					
City, State, Zip Code:	Henderson, NV 89015				_	
Telephone No.:	702-568-1321		_ Fax No.:			
E-mail Addr	ess: oakcreekaz@gmail.c	<u>om</u>			_	
_	epared by a CPA not assome, firm, address and tele			•	oany, please pr	ovide
Are you regulated by the	Arizona Corporation Com	ımissic	on?			
X Yes	No.					
What services do you pro	ovide your customers?					
Water	Sewer	X	Both			
Number of custome	ers:					
Year in which opera	ations commenced in Arizo	ona:	1984			
Location of property	y: County(ies) served: Section(s), Townsh		See Attached Songe:	hedule		

Peggy H. Ullmann		Title: CPA	
Ullmann & Company, P.C.			
2400 E. Arizona Biltmore Circl	e, Suite 1220)	
Phoenix, AZ 85016			
602-224-0166	Fax No.:	602-224-6062	
ress: peggy@ullmanncpa.com			
heen granted a CC&N from the	a Cornoration	2 Commission and as yet do not	
istomers, have no revenues or j	property, you	do not need to complete the	
CERTIFIC	ATION		
day of		, 2007	
		Signature	
		Title	
	Ullmann & Company, P.C. 2400 E. Arizona Biltmore Circle Phoenix, AZ 85016 602-224-0166 ress: peggy@ullmanncpa.com been granted a CC&N from the estomers, have no revenues or periodic complete the certification belowed in the complete the certification belowed in the complete the certification belowed in the complete in the certification belowed in the certification below the certification belowed in the certification below the cert	Ullmann & Company, P.C. 2400 E. Arizona Biltmore Circle, Suite 1220 Phoenix, AZ 85016 602-224-0166 Fax No.: ress: peggy@ullmanncpa.com been granted a CC&N from the Corporation stomers, have no revenues or property, you Complete the certification below and return ril 1, 2007. CERTIFICATION re best of my knowledge and belief, water are sturing the year ended December 31, 2006 at time.	Ullmann & Company, P.C. 2400 E. Arizona Biltmore Circle, Suite 1220 Phoenix, AZ 85016 602-224-0166 Fax No.: 602-224-6062 ess: peggy@ullmanncpa.com been granted a CC&N from the Corporation Commission and as yet do not stomers, have no revenues or property, you do not need to complete the Complete the certification below and return the report to the Department ril 1, 2007. CERTIFICATION be best of my knowledge and belief, water and/or sewer services were not reducing the year ended December 31, 2006 and the company has not time.

If this report is prepared by a CPA not associated or affiliated with the company, please provide

PROPERTY TAX FORM WATER, SEWER AND WASTEWATER UTILITY COMPANIES Tax Year 2008

BALANCE SHEET AND INCOME INFORMATION

	Company Name: C	OAK CREEK UTILITY CORPORATION-WATER	CVP Tax ID: 55-443
		FINANCIAL DATA	Year Ended 12/31/2006
1	company for use in its o and springs, pumping ed distribution mains, service	calized cost of all property owned or leased by the utility perations. Include all structures and improvements, wells quipment, water treatment equipment, transmission and ces, meters, hydrants and all other miscellaneous equipment NCLUDE ORGANIZATION COSTS, FRANCHISES OR	\$34,420
2	LICENSED TRANSPOR	RTATION*	
3.	TOTAL PLANT IN SERV	/ICE	\$34,420
4.	Report only the vehicles	ALUE OF LICENSED TRANSPORTATION that are licensed and used strictly for the utility company's pove. "Net book value" is defined as the original cost minus on.	
5.	LAND AND LAND RIGH	TS	\$30,000
6.	CONSTRUCTION WOR Report any cost of the p as of December 31, 200	lant in the process of construction, but not ready for service	
Con	nments:		
NO.	TF: *To be separately ex	racted from utility plant accounts.	

Cost of Plant in Service).

Explain any significant increase or decrease from the previous year in the comment section.

The information contained herein is subject to verification with information reported to the Arizona Corporation Commission. On the accompanying copy of PS1220-01 (Statement of Original Cost per Balance Sheet) the totals reported under Current Year Buildings and Structures plus Current Year Personal Property should equal Item 1 (Original

PROPERTY TAX FORM WATER, SEWER AND WASTEWATER UTILITY COMPANIES Tax Year 2008

BALANCE SHEET AND INCOME INFORMATION

	Company Name:	OAK CREEK UTILITY CORPORATION-WATER	CVP Tax ID: 55-443
	<u>INC</u>	OME DATA	Year Ended 12/31/2006
1.	GROSS OPERATING	G REVENUES	15,484
	commercial), includir maintenance and rep	llected from the sales to all customer classes (residential and ng monies collected for connect/disconnect fees, testing, pair charges paid by customer. Also include monies collected for saction privilege (sales) or use tax.	
2.	SALES TAX	llected for city and/or state transaction privilege (sales) or use	971
	tax.	nected for city and/or state transaction privilege (sales) or use	
3.	ADJUSTED GROSS		\$14,513
	Subtract SALES TAX	(2) from GROSS OPERATING REVENUES (1)	
ote	Explain any significa	nt increase or decrease in revenues from previous year in the co	mment section.
	Comments:		
			

BY SIGNING THE VERIFICATION PAGE, THE TAXPAYER WAIVES ALL CONFIDENTIALITY REQUIREMENTS OF A.R.S. §§42-2001 THROUGH 42-2004 WITH RESPECT TO THIS PAGE AND CONSENTS TO THE DISCLOSURE OF THE CONTENTS OF THIS PAGE TO COUNTY ASSESSOR PERSONNEL BY THE ARIZONA DEPARTMENT OF REVENUE.

WATER, SEWER AND WASTEWATER UTILITY COMPANIES PROPERTY TAX FORM

Tax Year 2008

NON-CAPITALIZED LEASED OR RENTED OPERATING PROPERTY

For year ended December 31, 2006

		1 1	 	 	 	 					
55-443 CVP Tax ID	Total Cost						:				
	Original Cost										
	<u>Description</u>										
OAK CREEK UTILITY CORPORATION-WATER Company Name	Lessor (Name & Address)										

BY SIGNING THE VERIFICATION PAGE, THE TAXPAYER WAIVES ALL CONFIDENTIALITY REQUIREMENTS OF A.R.S. §§ 42-2001 THROUGH 42-2004 WITH RESPECT TO THIS PAGE AND CONSENTS TO THE DISCLOSURE OF THE CONTENTS OF THIS PAGE TO COUNTY ASSESSOR PERSONNEL BY THE ARIZONA DEPARTMENT OF REVENUE.

PROPERTY TAX FORM WATER, SEWER AND WASTEWATER UTILITY COMPANIES Tax Year 2008

OPERATING LAND ADDITIONS

(Not reported in Attached Operating Land Report PS 1220-12)

For year ended December 31, 2006

OAK CREE	K UTILITY C	ORPORATION-WATER	_	55-443
	Company Nar	ne	_	CVP Tax ID
County #	Tax Area Code	Assessor's Parcel Number (Book, Map, Parcel)	Description	Acres
	,			

BY SIGNING THE VERIFICATION PAGE, THE TAXPAYER WAIVES ALL CONFIDENTIALITY REQUIREMENTS OF A.R.S. §§ 42-2001 THROUGH 42-2004 WITH RESPECT TO THIS PAGE AND CONSENTS TO THE DISCLOSURE OF THE CONTENTS OF THIS PAGE TO COUNTY ASSESSOR PERSONNEL BY THE ARIZONA DEPARTMENT OF REVENUE.

PROPERTY TAX FORM WATER, SEWER AND WASTEWATER UTILITY COMPANIES

Tax Year 2008

NON-OPERATING PROPERTY INCLUDING LAND AND IMPROVEMENTS

For year ended December 31, 2006

OAK CREE		ORPORATION-WATER	_	55-443
	Company Nar	me	_	CVP Tax ID
County #	Tax Area Code	Assessor's Parcel Number (Book, Map, Parcel)	Property Description	Acres
	,			
	,			
	,			
	,			
	, , ,			
	<u> </u>			

PROPERTY TAX FORM WATER, SEWER AND WASTEWATER UTILITY COMPANIES

Tax Year 2008

VERIFICATION

3-19-07 MB State of ARIZONA Nuad 3-19-07 MS County of GOCONINO Clark	-
I, DIXIE R. POTTER	, being duly sworn, upon my oath say that I am
the PRESIDENT of the	OAK CREEK UTILITY CORPORATION-WATER and that
the information contained in this report is cor	mplete, true and correct, according to the best of
my knowledge, information and belief.	
Further, the Taxpayer waives its rights to cor	nfidentiality under A.R.S. §§ 42-2001 through
42-2004 with respect to tabs 3, 4, and 5 (see	ctions 3, 4, and 5) of this report, and
consents to the disclosure of such information	on to County Assessors and their personnel by
the Arizona Department of Revenue in order	to assure that all property is properly assessed
and to help protect against double assessme	Dipie R Potter
	Signature
Subscribed in my presence and sworn to bef	ore me, a Notary Public, in and for said County and
State, by Dixie K. Potter	on this the 19th day of
<u>march</u> , a.d. 20	
My commission expires	19 , 20 07
In Witness Whereof, I have hereunto set my	Seal of office. TINA K. BARBER Notary Public, State of Nevada Appointment No. 97-2214-1 My Appt. Expires May 19, 2009
	Jua K. Baulen Signature
	Olynatule

		ı	ı				
E: 543	PS1221	1					
PAGE:		PREVIOUS YEAR		27 27 27	0/3,00	58,270	58,270
		CURRENT YEAR PREVIOUS YEAR PREVIOUS % CHANGE PERSONAL PROP BLDG & STRIIGTIBES DEBSONAL PROP		009)) !	009	9
ARIZONA DEPARTMENT OF REVENUE CENTRALLY VALUED PROPERTIES SYSTEM STATEMENT OF ORIGINAL COST ~ PER BALANCE SHEET		CURRENT YEAR PERSONAL PROP	!	33,554		000	000
ARIZONA DEPARTMENT OF REVENUE ENTRALLY VALUED PROPERTIES SYSTEM INT OF ORIGINAL COST ~ PER BALANCE		CURRENT YEAR BLDG & STRUCTURES	#	866		000	000
	STATEME		PORATION: WATER DIVISION	55-443 03 0975		60	55-443
DIST ID: UMO3 A 01/18/07 20:39:15 REPORT ID: PS1220 - 01 LATEST ACTIVITY: / /		NAME CODE TECL-NUM A CO AREA CODE	DAK CREEK UTILITY CORI DEAN W OREM/PRESIDENT	30		COUNTY TOTAL	TAXPAYER TOTAL

DIST ID: UMO3 B			ARIZON	ARIZONA DEPARTMENT OF REVENUE	JF REVENUE 799
DATE: 01/18/07	`		CENTRALL	CENTRALLY VALUED PROPERTIES SYSTEM	RTIES SYSTEM
REPORT: PS1220-12	,			OPERATING LAND BY	TAXPAYER
TAXPAYER NUMBER COUNTY AREA	COUNTY AR	EA PARCEL NUM DE BK MP PARC	ACREAGE	LAND FCV	LINE NO LEGAL DESCRIPTION
55-443	03 0975	5 405 25 073A	4.	21,280	RRACE MOBILE E
					O2 BEG SE COR PAR TH S 55D28M28S W ALG S LINE 16' TO SLY
					OB MOST COR SD PAR C; TH NWLY ALG ARC OF CURVE CONCV SW W/
					04 RAD 50' FDR 31' TH N 19D57M18S E 5.08'; TH N 55D28M28S E
					OS 21' TO ELY LINE PAR C; TH S 34D5OM E ALG E LINE 32' TO
					OG POB SEC 27; 6199 SF 0.14 AC M/L
55-443	03 0975	5 405 25 073B	.02	5,000	O1 27 18N OGE TWIN SPRINGS TERRACE MOBILE EST SUB POR PAR C
					O2 DESC AS FOLLOWS: BEG SE COR PAR C; TH S 55D28M28S W ALG
					O3 S LINE 16' TO SLY MOST COR; TH NW ALG ARC OF CURVE CONCV
					04 SWLY W/RAD DF 50' A DIST OF 31'; TH N 19D57M18S E 5.08';
					O5 TH N 55D28M28S E 21' TO ELY LINE PAR C; TH S 34D5OM E ALG
					OG E LINE 3' TO POB. 800 SF O.02 AC M/L
AREA TOTAL	2 PAI	PARCELS	, 16	26,280	
COUNTY TOTAL	2 PAI	PARCELS	. 16	26,280	
TAXPAYER TOTAL	2 PA	PARCELS	. 16	26,280	

PROPERTY RESEARCH

FIRST AMERICAN, FA1, ATW

10/17/2006 01:31PM NEK3

ORDER SEARCH RESULTS

ORDER: 99999

TOF:

COMMENT:

PARCEL: 952-70-975

(PERMIT DATEDOWNS)

PARAMETER SEARCHED:

952-70-975

4

OWNER:

OAK CREEK UTILITY COMPANY

MAIL:

C/O FIRST NATIONAL MANAGEMENT INC

P O BOX 1020

APACHE JUNCTION AZ 85217

LEGAL:

TOTAL VALUE OF OPERATING PROPERTY 405-25-071 9,618

CURRENT TAXES CURRENT TAX INFORMATION THROUGH 09/30/2006

	LAND	IMPR	EXEMPT	RATE	AREA	SPECIAL DISTRICTS
PRIMARY	2,358	0	0	2.7613	0975	10000 11201 11900 14900 1500
SECONDARY	2,356	2	0	3.4797		30002
2006 TOTA	L TAX BILLED	182.26				
2006	TAX AMT	TAX DUE	INTEREST	DATE PAID	TOTAL DUE	
FIRST HALF	91.13	91.13	0.00		91.13	

1	2006	IAX AMI	(AX DUE	INTEREST	DATE PAID	10 IAL DUE	
•	FIRST HALF	91.13	91.13	0.00		91.13	
	SECOND HALF	91.13	91,13	0.00		91.13	
	TOTAL CURR	ENT TAXES DUE	10/06	182.26			
			11/06	183.48	/ESTIMATE!	o).	

NO BACK TAXES
BACK TAX INFORMATION THROUGH 09/30/2006

NO ASSESSMENTS

END SEARCH